



### Interim Consolidated Statement of Financial Position

As at 31 March 2015 (Reviewed)

	Reviewed 31 March 2015 US\$ 000	Audited 31 December 2014 US\$ 000	Reviewed 31 March 2014 US\$ 000
<b>ASSETS</b>			
Demand and call deposits with banks	273,123	284,048	281,492
Placements with banks	125,261	142,481	60,589
Investments carried at fair value through statement of income	66,748	57,063	70,507
Non-trading investments	178,024	218,407	215,642
Loans and receivables	887,257	990,164	985,215
Other assets	117,154	113,574	78,603
Investments in associates and joint ventures	850,682	864,991	798,812
Investment properties	30,623	4,774	14
Property and equipment	40,838	39,926	39,359
Goodwill	54,442	54,509	57,437
Assets of disposal group classified as held for sale	6,937	7,893	-
<b>TOTAL ASSETS</b>	<b>2,631,089</b>	<b>2,777,830</b>	<b>2,587,670</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Due to banks and other financial institutions	700,774	712,615	786,544
Deposits from customers	458,347	548,417	446,193
Loans payable	788,010	781,347	667,368
Subordinated debt	93,270	93,270	93,135
Other liabilities	52,649	61,545	45,859
Liabilities of disposal group classified as held for sale	269	249	-
<b>TOTAL LIABILITIES</b>	<b>2,093,319</b>	<b>2,197,443</b>	<b>2,039,199</b>
<b>EQUITY</b>			
Share capital	208,651	208,651	208,651
Treasury shares	(18,131)	(18,131)	(18,131)
Share premium	11,459	11,459	11,459
Statutory reserve	98,766	98,766	96,882
General reserve	79,251	79,251	77,367
Treasury shares reserve	14,248	14,248	14,248
Fair value reserve	(19,974)	7,539	(5,277)
Foreign currency translation reserve	(27,345)	(10,403)	6,036
Retained earnings	73,645	71,522	66,669
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</b>	<b>420,570</b>	<b>462,902</b>	<b>457,904</b>
Non-controlling interests	117,200	117,485	90,567
<b>TOTAL EQUITY</b>	<b>537,770</b>	<b>580,387</b>	<b>548,471</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>2,631,089</b>	<b>2,777,830</b>	<b>2,587,670</b>

### Interim Consolidated Statement of Cash Flows

For the three-month period ended 31 March 2015 (Reviewed)

	Three-months period ended 31 March	
	2015 US\$ 000	2014 US\$ 000
Net cash used in operating activities	(11,702)	(28,627)
Net cash (used in) from investing activities	(12,409)	132,773
Net cash from financing activities	6,863	99,712
Foreign currency translation adjustments	(16,875)	(650)
Movement in non-controlling interests	1,669	200
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(32,654)</b>	<b>203,408</b>
Cash and cash equivalents at 1 January	418,416	130,491
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>	<b>385,762</b>	<b>333,899</b>

### Interim Consolidated Statement of Changes in Equity

For the three-month period ended 31 March 2015 (Reviewed)

	Attributable to shareholders of the parent											
	Share capital US\$ 000	Treasury shares US\$ 000	Share premium US\$ 000	Statutory reserve US\$ 000	General reserve US\$ 000	Treasury share reserve US\$ 000	Fair value reserve US\$ 000	Foreign currency translation reserve US\$ 000	Retained earnings US\$ 000	Total before non- controlling interests US\$ 000	Non- controlling interests US\$ 000	Total equity US\$ 000
Balance at 1 January 2015	208,651	(18,131)	11,459	98,766	79,251	14,248	7,539	(10,403)	71,522	462,902	117,485	580,387
Profit (loss) for the period	-	-	-	-	-	-	-	-	2,123	2,123	(1,954)	169
Other comprehensive loss	-	-	-	-	-	-	(27,513)	(16,942)	-	(44,455)	(628)	(45,083)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(27,513)	(16,942)	2,123	(42,332)	(2,582)	(44,914)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	2,297	2,297
<b>Balance at 31 March 2015</b>	<b>208,651</b>	<b>(18,131)</b>	<b>11,459</b>	<b>98,766</b>	<b>79,251</b>	<b>14,248</b>	<b>(19,974)</b>	<b>(27,345)</b>	<b>73,645</b>	<b>420,570</b>	<b>117,200</b>	<b>537,770</b>
Balance at 1 January 2014	208,651	(18,131)	11,459	96,882	77,367	14,248	(17,313)	6,086	56,451	436,300	23,262	459,562
Profit for the period	-	-	-	-	-	-	-	-	10,218	10,218	1,360	11,578
Other comprehensive income (loss)	-	-	-	-	-	-	12,036	(650)	-	11,386	(2,092)	9,294
Total comprehensive income (loss) for the period	-	-	-	-	-	-	12,036	(650)	10,218	21,604	(732)	20,872
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	68,037	68,037
<b>Balance at 31 March 2014</b>	<b>208,651</b>	<b>(18,131)</b>	<b>11,459</b>	<b>96,882</b>	<b>77,367</b>	<b>14,248</b>	<b>(5,277)</b>	<b>6,036</b>	<b>66,669</b>	<b>457,904</b>	<b>90,567</b>	<b>548,471</b>

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Cash Flows, Interim Consolidated Statement of Changes in Equity and Interim Consolidated Statement of Comprehensive Income have been extracted from the Interim Condensed Consolidated Financial Statements of United Gulf Bank B.S.C. for the three-month period ended 31 March 2015, which were approved by the Board of Directors on 13 May 2015 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat  
Chairman

Faisal Al Ayyar  
Vice Chairman

Rabih Soukariéh  
Chief Executive Officer

### Interim Consolidated Statement of Income

For the three-month period ended 31 March 2015 (Reviewed)

	Three-months period ended 31 March	
	2015 US\$ 000	2014 US\$ 000
Investment income - net	(170)	14,312
Interest income	16,958	11,619
	16,788	25,931
Fees and commissions	7,700	9,310
Foreign currency translation gains (losses) - net	3,019	(1,673)
Share of results of associates and joint ventures - net	7,731	6,968
<b>Total income</b>	<b>35,238</b>	<b>40,536</b>
Interest expense	(12,262)	(11,891)
<b>Operating income before expenses and provisions</b>	<b>22,976</b>	<b>28,645</b>
Salaries and benefits	(12,142)	(10,445)
General and administrative expenses	(6,952)	(6,527)
<b>Operating income before provisions</b>	<b>3,882</b>	<b>11,673</b>
Impairment loss on loans and receivables	(2,560)	(95)
Taxation	51	-
<b>Net profit for the period from continuing operations</b>	<b>1,373</b>	<b>11,578</b>
<b>Discontinued operations</b>		
Net loss from discontinued operations	(1,204)	-
<b>Net profit for the period</b>	<b>169</b>	<b>11,578</b>
<b>Net (loss) profit attributable to non-controlling interests</b>	<b>(1,954)</b>	<b>1,360</b>
<b>NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</b>	<b>2,123</b>	<b>10,218</b>
<b>Net profit (loss) for the period attributable to:</b>		
Shareholders of the parent		
- from continuing operations	2,860	10,218
- from discontinued operations	(737)	-
	2,123	10,218
<b>Non-controlling interests</b>		
- from continuing operations	(1,487)	1,360
- from discontinued operations	(467)	-
	(1,954)	1,360
<b>Earnings per share</b>		
Basic and diluted earnings per share from continuing operations (US cents)	0.35	1.25
Basic and diluted earnings per share from discontinued operations (US cents)	(0.09)	-

### Interim Consolidated Statement of Comprehensive Income

For the three-month period ended 31 March 2015 (Reviewed)

	Three-months period ended 31 March	
	2015 US\$ 000	2014 US\$ 000
<b>NET PROFIT FOR THE PERIOD</b>	<b>169</b>	<b>11,578</b>
<b>Other comprehensive (loss) income to be reclassified to profit or loss in subsequent periods:</b>		
Foreign currency translation reserve	(17,600)	(569)
Fair value reserve	(20,505)	8,866
Transfer to interim consolidated statement of income upon derecognition	(25)	1,688
Share of other comprehensive loss of associates and joint ventures - net	(6,884)	(721)
Cash flow hedges	(69)	30
<b>Other comprehensive (loss) income for the period to be reclassified to profit or loss in subsequent periods</b>	<b>(45,083)</b>	<b>9,294</b>
<b>TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD</b>	<b>(44,914)</b>	<b>20,872</b>
<b>Total comprehensive (loss) income attributable to</b>		
- shareholders of the parent	(42,332)	21,604
- non-controlling interests	(2,582)	(732)
	(44,914)	20,872